

# FISCAL NOTE

**Bill #:** HB0494

**Title:** Revise laws related to deferred deposit loans

**Primary Sponsor:** Franklin, E

**Status:** As Introduced

Sponsor signature	Date	David Ewer, Budget Director	Date
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## Fiscal Summary

	<b><u>FY 2006 Difference</u></b>	<b><u>FY 2007 Difference</u></b>
<b>Expenditures:</b>		
General Fund	\$0	\$0
State Special Revenue	(\$43,248)	(\$57,664)
<b>Revenue:</b>		
General Fund	(\$37,800)	(\$41,175)
State Special Revenue	\$0	\$0
<b>Net Impact on General Fund Balance:</b>	(\$37,800)	(\$41,175)

- |   |  |
|---|--|
| <input type="checkbox"/> Significant Local Gov. Impact    | <input type="checkbox"/> Technical Concerns            |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts |
| <input type="checkbox"/> Dedicated Revenue Form Attached  | <input type="checkbox"/> Needs to be included in HB 2  |

## Fiscal Analysis

### ASSUMPTIONS:

1. The bill is effective October 1, 2005.
2. The proposed reduction in allowable interest charges will result in 56 deferred deposit loan licensees not renewing their licenses in FY 2006, and an additional five licensees not renewing their licenses in FY 2007. Reduced revenue from licensing will be \$21,000 in FY 2006 and \$22,875 in FY 2007, including the 56 licensees that were lost in FY 2006.
3. No new deferred deposit loan licenses will be issued during the biennium.
4. The reduction in licensees will decrease the number of examinations performed each year. The reduction in examination fees will be \$16,800 in FY 2006 and \$18,300 in FY 2007.
5. The decreased number of licensees and examinations will reduce staffing needs by 0.75 FTE in FY 2006 and 1.00 FTE in FY 2007, both in pay band 5, along with reduced expenditures for travel, supplies, communications and training.

**Fiscal Note Request HB0494, As Introduced**  
(continued)

FISCAL IMPACT:

	<u>FY 2006 Difference</u>	<u>FY 2007 Difference</u>
FTE	(0.75)	(1.00)
<u>Expenditures:</u>		
Personal Services	(38,737)	(51,650)
Operating Expenses	<u>(4,511)</u>	<u>(6,014)</u>
TOTAL	(\$43,248)	(\$57,664)
<u>Funding of Expenditures:</u>		
State Special Revenue (02)	(\$43,248)	(\$57,664)
<u>Revenues:</u>		
General Fund (01)	(\$37,800)	(\$41,175)
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
General Fund (01)	(\$37,800)	(\$41,175)
State Special Revenue (02)	\$43,248	\$57,664